

TOWNSHIP OF MANCELONA
ANTRIM COUNTY, MICHIGAN
AUDITED FINANCIAL STATEMENTS
MARCH 31, 2005

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended.

Local Government Type <input type="checkbox"/> City <input checked="" type="checkbox"/> Township <input type="checkbox"/> Village <input type="checkbox"/> Other		Local Government Name Township of Mancelona	County Antrim
Audit Date 3/31/05	Opinion Date 5/11/05	Date Accountant Report Submitted to State: 8/22/05	

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.


We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations

You must check the applicable box for each item below.

- ☐ Yes ☒ No 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements.
- ☐ Yes ☒ No 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980).
- ☐ Yes ☒ No 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended).
- ☐ Yes ☒ No 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act.
- ☐ Yes ☒ No 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]).
- ☐ Yes ☒ No 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit.
- ☐ Yes ☒ No 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year).
- ☐ Yes ☒ No 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241).
- ☐ Yes ☒ No 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95).

We have enclosed the following:

	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.			✓
Reports on individual federal financial assistance programs (program audits).			✓
Single Audit Reports (ASLGU).			✓

Certified Public Accountant (Firm Name) Daniel S. Smith, CPA			
Street Address 114 S. Center Ave. Suite 108	City Gaylord	State MI	ZIP 49735
Accountant Signature 			Date 8/22/05

TOWNSHIP OFFICIALS

SUPERVISOR

GERALD PATRICK

CLERK

MAURICE McGLEISH

TREASURER

CATHY SUE ROBINSON

TRUSTEES

DAN BEAN

MARGARET CHAPMAN

TOWNSHIP OF MANCELONA

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INDEPENDENT AUDITOR'S REPORT

May 4, 2005

To the Township Board
Township of Mancelona

I have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Township of Mancelona, Antrim County, Michigan as of and for the year ended March 31, 2005, which collectively comprise the Township's basic financial statements, as listed in the table of contents. These financial statements are the responsibility of the Township's managements. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Township of Mancelona, Antrim County, Michigan as of March 31, 2005, and the respective changes in financial position, thereof and for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis on pages III – VI and budgetary comparison information on pages 20 – 25, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, I did not audit the information and express no opinion on it.



Daniel S. Smith, CPA

TOWNSHIP OF MANCELONA

202 W. State Street
Mancelona, MI 49659

TOWNSHIP OF MANCELONA MANAGEMENT'S DISCUSSION & ANALYSIS YEAR ENDED MARCH 31, 2005

This section of the Township of Mancelona's annual financial report presents our discussion and analysis of the Township's financial performance during the fiscal year ended March 31, 2005. Please read it in conjunction with the financial statements, which immediately follow this section.

FINANCIAL HIGHLIGHTS

Township assets at March 31, 2005, as reported in the Statement of Net Assets, totaled approximately \$2,353,000 for governmental activities. Of the total Township assets, approximately \$1,223,000 represents capital assets net of depreciation.

Overall revenues were approximately \$857,000 (\$189,000 from program revenues and \$668,000 from general revenues). Overall expenses approximated \$673,000.

The Township did incur a new debt instrument during the year, totaling \$180,501, for the purchase of a new fire truck. Long-term debt and capital asset activity is addressed further in a subsequent section of this letter.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts: management's discussion & analysis, the basic financial statements, and required supplementary information. The basic financial statements include two different kinds of statements that present different views of the Township.

The first two statements are government-wide financial statements and provide both long and short-term information about our overall financial status. These statements present the governmental activities of the Township. The Township does not engage in any business-type activities.

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

The remaining statements are fund financial statements, which focus on individual parts of the Township in more detail.

The notes to the financial statements explain some of the information in the statements and provide more detailed data.

Required supplementary information further explains and supports the financial statement information with budgetary comparisons.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide statements report information about the Township as a whole using accounting methods used by private companies. The Statement of Net Assets includes all of the entity's assets and liabilities. The Statement of Activities records all of the current year revenues and expenses regardless of when received or paid.

The two government-wide statements report net assets and how they have changed. Net assets are the difference between the Township's assets and liabilities; this is one method to measure the Township's financial health or position.

Over time, increases or decreases in an entity's net assets is an indicator of whether financial position is improving or deteriorating.

To assess overall health of an entity, you may also have to consider additional factors such as tax base changes, facility conditions, and personnel changes.

All of the activities of the Township are reported as governmental activities.

FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the Township's funds, focusing on significant (major) funds, not the Township as a whole. Funds are used to account for specific activities or funding sources. Some funds are required by law or bond covenants. The Township Board also may create them. Funds are established to account for funding and spending of specific financial resources and to show proper expenditure of those resources.

The Township has the following types of funds:

Governmental Funds: All of the Township's activities are included in the governmental fund category. These funds are presented on the modified

accrual basis, which is designed to show short-term financial information. You will note that the differences between the Township's government-wide statements and the fund statements are disclosed in reconciling statements to explain the differences between them.

FINANCIAL ANALYSIS OF THE TOWNSHIP AS A WHOLE

Net Assets: The Township's combined net assets increased approximately \$184,500 during the year ended March 31, 2005 totaling \$2,224,347. The increase is mainly due to conservative fiscal monitoring by the board over virtually all expenditures.

Government Funds: The fund balances for governmental funds increased approximately \$53,800. The increase is much lower than the "net assets" increase primarily because of the purchase of a new fire truck (\$330,500 minus the related debt of \$180,500) is deducted as a capital expenditure in the general fund statement, but capitalized in the statement of net assets.

FINANCIAL ANALYSIS OF THE TOWNSHIP'S FUNDS

General Fund: This fund is used to record all activities of the Township not required to be recorded in a separate fund. This would primarily include township administration, ambulance services, and the costs to operate the township hall. The major sources of revenue for the general fund are the Township tax base and the revenue sharing from the State of Michigan. The major expenses for this fiscal year include the general operating activities of the Township, and ambulance services.

Fire Fund: The Fire Fund is used to account for all activities related to fire protection services. Revenues are derived primarily from property taxes and contractual services to Custer Township, and totaled \$301,122. Fire expenditures totaled \$577,156, of which \$430,344 was spent on equipment purchases and debt service. Other major expenditures include wages, repairs and maintenance and insurance.

Road Fund: The Road Fund is used to account for all activities related to road repair and construction. Revenues are derived from property taxes and totaled \$84,597. Expenditures, totaling \$31,461, were paid to repair and pave Pineview Drive.

The Township has the following non-major funds: Cemetery, Library, and Liquor Law Enforcement. These funds are primarily supported by program revenues, with some assistance from the general fund.

Revenues totaled \$53,071 and expenditures totaled \$78,983, with \$26,376 coming from the general fund.

CAPITAL ASSET AND LONG-TERM DEBT ACTIVITY

Capital Assets: Additions to the Township's capital assets include fire equipment in the amount of \$14,572 and the new "pumper tanker" fire truck for \$330,501.

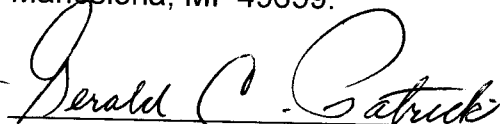
Long-Term Debt: The Township borrowed \$180,501 to purchase the new fire truck. The balance outstanding at year end was \$114,727.


KNOWN FACTORS AFFECTING FUTURE OPERATIONS

None.

CONTACTING TOWNSHIP MANAGEMENT

This financial report is designed to provide our taxpayers, creditors, investors and customers with a general overview of the Township's finances and to demonstrate the Township's accountability for the revenues it receives. If you have any questions concerning this report please contact Maurice McGleish, Township Clerk or Sue Robinson, Township Treasurer at 202 W. State Street, Mancelona, MI 49659.


Gerald Patrick, Supervisor


Maurice McGleish, Township Clerk


Sue Robinson, Township Treasurer

**TOWNSHIP OF MANCERONA
STATEMENTS OF NET ASSETS
MARCH 31, 2005**

ASSETS

Current Assets:

Cash	\$ 815,309
Investments	169,471
Due from Fiduciary Fund	78,423
Due from County	65,118
Due from Employees - Pension Plan	1,865
Total Current Assets	<u>1,130,186</u>

Capital Assets:

Capital Assets	1,978,655
Less, Accumulated Depreciation	(755,348)
Total Capital Assets	<u>1,223,307</u>

Total Assets

2,353,493

LIABILITIES

Current Liabilities:

Accounts Payable	\$ -
Due to Ambulance Authority	14,419
Total Current Liabilities	<u>14,419</u>

Non-Current Liabilities:

Note Payable - Alden State Bank	114,727
Total Liabilities	<u>129,146</u>

NET ASSETS

Investment in Capital Assets	1,223,307
Net Assets, Unrestricted	1,001,040
Total Net Assets	<u><u>\$ 2,224,347</u></u>

See accompanying notes to the financial statements

**TOWNSHIP OF MANCERONA
STATEMENT OF ACTIVITIES
YEAR ENDED MARCH 31, 2004**

P R O G R A M R E V E N U E S

T O W N S H I P R E V E N U E S					NET (EXPENSE) REVENUE AND CHANGE IN NET ASSETS
EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRI- BUTIONS	CAPITAL GRANTS AND CONTRI- BUTIONS		GOVERNMENTAL ACTIVITIES
\$ (186,946)	\$ -	\$ 25,826	\$ -	\$	(161,120)
(35,798)					(35,798)
(50,508)					(50,508)
(42,281)					(42,281)
(246,816)	104,910				(141,906)
(31,461)		8,266			(23,195)
(44,513)	1,234	27,903			(15,376)
(30,435)	17,967				(12,468)
(4,035)		2,470			(1,565)
(672,793)	124,111	64,465			484,217
GENERAL REVENUES					
Property Taxes					406,153
State Shared Revenue					180,552
Property Tax Administration Fee					31,001
Swamp Tax					11,820
Interest on Investments					12,875
Royalties					18,265
Other					8,129
Total General Revenues					668,795
Change in Net Assets					184,578
Net Assets - Beginning of Year					2,039,769
Net Assets - End of Year				\$	2,224,347

See accompanying notes to the financial statements

**TOWNSHIP OF MANCERLONA
BALANCE SHEET
GOVERNMENTAL FUNDS
MARCH 31, 2005**

	<u>MAJOR GOVERNMENTAL FUNDS</u>			<u>NON-MAJOR GOVERN- MENTAL FUNDS</u>	
	<u>GENERAL</u>	<u>FIRE</u>	<u>ROADS</u>		<u>TOTAL</u>
ASSETS					
Cash	\$ 359,667	\$ 254,433	\$ 114,095	\$ 87,114	\$ 815,309
Certificates of Deposit	149,248	-	-	20,223	169,471
Receivables:					
Delinquent Taxes and Fees	21,698	31,219	12,201	-	65,118
Due from Employees - Pension Plan	1,865	-	-	-	1,865
Due From Other Funds	31,275	30,512	16,636	-	78,423
Total Assets	563,753	316,164	142,932	107,337	1,130,186
LIABILITIES AND FUND EQUITY					
Liabilities:					
Accounts Payable	14,419	-	-	-	-
Due to the Ambulance Authority	-	-	-	-	-
Total Liabilities	14,419	-	-	-	14,419
Fund Equity:					
Fund Balance:					
Reserved	549,334	316,164	142,932	66,422	66,422
Undesignated, Unreserved	-	-	-	40,915	1,049,345
Total Fund Equity	549,334	316,164	142,932	107,337	1,115,767
Total Liabilities and Fund Equity	\$ 563,753	\$ 316,164	\$ 142,932	\$ 107,337	\$ 1,130,186

See accompanying notes to the financial statements.

**TOWNSHIP OF MANCERONA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
MARCH 31, 2005**

**TOTAL FUND BALANCES - GOVERNMENTAL ACTIVITIES
PER BALANCE SHEET - PAGE 3**

\$ 1,115,767

**Amounts reported for governmental activities in the Statement
of Net Assets (Page 1) are different because:**

Capital assets used in governmental activities are not financial
resources and therefore not used in the funds.

1,223,307

Long term liabilities are not due and payable in the current period
and therefore not reported in the funds

(114,727)

**TOTAL NET ASSETS - GOVERNMENTAL ACTIVITIES
PER STATEMENT OF NET ASSETS - PAGE 1**

\$ 2,224,347

See accompanying notes to the financial statements

TOWNSHIP OF MANCERLONA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MARCH 31, 2005

	<u>MAJOR FUNDS</u>			<u>NON MAJOR FUNDS</u>	<u>TOTAL</u>
	<u>GENERAL</u>	<u>FIRE</u>	<u>ROADS</u>		
REVENUES					
Local Sources:					
Current Property Taxes	\$ 129,795	\$ 191,761	\$ 84,597	\$ -	\$ 406,153
Charges for Services:					
Custer Township	-	104,910	-	-	104,910
Property Tax Administration	31,001	-	-	-	31,001
Summer Tax Reimbursement	25,826	-	-	-	25,826
Reimbursements	-	-	-	-	-
Other:					
Royalties	15,683	-	-	2,582	18,265
Interest and Dividends	9,696	2,264	-	915	12,875
Cemetery Fees	-	-	-	17,967	17,967
Library Sources	-	-	-	24,002	24,002
Miscellaneous	5,942	2,187	-	-	8,129
State Sources:					
State Shared	180,552	-	-	7,605	188,157
Swamp Tax	11,820	-	-	-	11,820
METRO Funds	8,266	-	-	-	8,266
Total Revenues	<u>418,581</u>	<u>301,122</u>	<u>84,597</u>	<u>53,071</u>	<u>857,371</u>
EXPENDITURES					
General Government	254,212	-	-	-	254,212
Public Safety:					
Ambulance Services	42,281	-	-	-	42,281
Fire Protection	-	577,156	-	-	577,156
Liquor Law Enforcement	-	-	-	4,035	4,035
Road Construction	-	-	31,461	-	31,461
Cemetery	-	-	-	30,435	30,435
Library	-	-	-	44,513	44,513
Total Expenditures	<u>296,493</u>	<u>577,156</u>	<u>31,461</u>	<u>78,983</u>	<u>984,093</u>
Excess (Deficiency) of Revenues over Expenditures	122,088	(276,034)	53,136	(25,912)	(126,722)
OTHER SOURCES (USES)					
Transfers In (Out)	(25,552)	-	-	25,552	-
Loan Proceeds	-	180,501	-	-	180,501
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	96,536	(95,533)	53,136	(360)	53,779
Fund Balance - Beginning of Year	452,798	411,697	89,796	107,697	1,061,988
Fund Balance - End of Year	<u>\$ 549,334</u>	<u>\$ 316,164</u>	<u>\$ 142,932</u>	<u>\$ 107,337</u>	<u>\$ 1,115,767</u>

See accompanying notes to the financial statements

TOWNSHIP OF MANCERLONA
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
 YEAR ENDED MARCH 31, 2005

**NET CHANGE IN FUND BALANCES-
 TOTAL GOVERNMENTAL FUNDS - PAGE 5**

\$ 53,779

Amounts reported for governmental activities in the statement of activities (page 3) are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives.

345,073

Depreciation expense, recorded in the statement of activities but not in the governmental fund financial statements.

(99,547)

Governmental funds do not report long-term debt; therefore, debt service payments are recorded as an expenditure. However, in the government-wide financial statements, long-term debt is recorded and debt service payments are applied against the outstanding balance.

65,774

Proceeds from long-term debt is recorded in the fund statements as an "Other Financing Source", but in the government-wide statements it is recorded as a long-term liability.

(180,501)

**CHANGES IN NET ASSETS - GOVERNMENTAL ACTIVITIES
 PER THE STATEMENT OF ACTIVITIES - PAGE 2**

\$ 184,578

See accompanying notes to the financial statements

**TOWNSHIP OF MANCELONA
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUND
MARCH 31, 2005**

ASSETS

Cash	\$ 243,328
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LIABILITIES

Due to Other Funds	78,423
Due to Other Governments	164,905
Total Liabilities	<u>243,328</u>

NET ASSETS

Net Assets	\$ -
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See accompanying notes to the financial statements

TOWNSHIP OF MANCERONA
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
YEAR ENDED MARCH 31, 2005

RECEIPTS:

Property Taxes and Interest	\$ 3,029,720
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DISBURSEMENTS:

Property Tax and Interest Disbursements	3,029,720
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Changes in Fiduciary Net Assets	-
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Fiduciary Net Assets - Beginning of Year	-
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Fiduciary Net Assets - End of Year	\$ -
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See accompanying notes to the financial statements

**TOWNSHIP OF MANCELONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2005**

NOTE A: ENTITY

The Township of Mancelona is a General Law Township of the State of Michigan located in Antrim County, Michigan. It operates under an elected board and provides service to its residents in many areas including law enforcement, community enrichment, and human services. The criteria established by the GASB for determining the reporting entity includes oversight responsibility, fiscal dependency and whether the financial statements would be misleading if data were not included. Based on these guidelines, there are no other entities which should be considered for inclusion in this report.

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

INTRODUCTION

The accounting and reporting framework and the more significant accounting principles and practices of the Township of Mancelona are discussed in subsequent sections of this Note. The remainder of the notes are organized to provide explanations including required disclosures of the Township's financial activities.

The accounting policies of the Township of Mancelona conform to the generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies.

On April 1, 2003, the Township of Mancelona adopted the new governmental reporting model and implemented Governmental Accounting Standards Board (GASB) Statement No. 34 "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments" and Statement No. 38 "Certain Financial Statement Note Disclosures".

Under the provisions of GASB Statements No. 34 and 38, the focus of the Township's financial statements has shifted from a fund focus to a government-wide focus.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENT PRESENTATION

Government-Wide Financial Statements

The government-wide financial statements include the Statement of Net Assets and the Statement of Activities. These statements report financial information for

**TOWNSHIP OF MANCERLONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2005**

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENT PRESENTATION
(CONTINUED)**

the Township as a whole, excluding fiduciary activities. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by taxes and Township general revenues, from business-type activities, generally financed in whole or in part with fees charged to external customers. At this time, the Township has no business-type activities.

The Statement of Activities reports the expenses of a given function offset by program revenues directly connected with functional programs. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity.

Program revenues include: (1) charges for services which report fees, fines and forfeitures, and other charges to users of the Township's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets and include fees to developers. These revenues are subject to externally imposed restrictions to these program uses. Taxes and other revenue sources not included as program revenues are reported as general revenues.

Fund Financial Statements

Fund financial statements are provided for governmental, proprietary, and fiduciary funds. Major individual governmental funds are reported in separate columns with composite columns for non-major funds. The measurement focus and basis of accounting for the government-wide and fund financial statements are described in a subsequent section of this note.

FUND TYPES AND MAJOR FUNDS

Governmental Funds

The Township reports the following major governmental funds:

General Fund - This fund is used to account for all financial transaction except those required to be accounted for in another fund. The fund includes the

**TOWNSHIP OF MANCERLONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2005**

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

FUND TYPES AND MAJOR FUNDS (CONTINUED)

general operating expenditures of the local unit. Revenues are derived primarily from property taxes, State revenue sharing, and other inter-governmental revenues.

Fire Fund – This fund is used to account for all financial transactions related to the Township's fire protection services. Revenues are derived primarily from property taxes and services to Custer Township.

Road Fund – This fund is used to account for all financial transactions related to the Township's road repair/construction. Revenues are derived primarily from property taxes.

The Township reports, in total, the following non-major funds: Cemetery, Library, and Liquor Law Enforcement.

Other Funds

Fiduciary Funds – These funds are used to account for assets held in trust or as an agent for others. Tax collection activities are recorded in this category. Fiduciary activities are not reported in the governmental-wide financial statements, in accordance with GASB Statement No. 34.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The financial statements of the Township are prepared in accordance with generally accepted accounting principles (GAAP). The Township applies all relevant Governmental Accounting Standards Board (GASB) pronouncements and applicable Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless they conflict with GASB pronouncements. The Township does not apply FASB pronouncements or APB opinions issued after November 31, 1989.

**TOWNSHIP OF MANCERLONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2005**

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-Wide Financial Statements

The government-wide statements report using the economic resources measurement focus and the accrual basis of accounting generally including the reclassification or elimination of internal activity (between or within funds). However, internal eliminations do not include utility services provided to Township departments. Fiduciary fund financial statements also report using this same focus and basis of accounting although internal activity is not eliminated in these statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property tax revenues are recognized in the year for which they are levied while grants are recognized when grantor eligibility requirements are met.

Governmental Fund Financial Statements

Governmental fund financial statements report using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available.

Available means collectible within the current period or soon enough thereafter to pay current liabilities. The Township considers revenues to be available if they are collected within 60 days of the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported as expenditures in the year due.

Major revenue sources susceptible to accrual include: sales and use taxes, property taxes, franchise taxes (fees), intergovernmental revenues, and investment income. In general, other revenues are recognized when cash is received.

Property tax revenues are recognized as follows:

Properties are assessed as of December 31 and the related property taxes are levied on December 1 of the following year. These taxes are due on February 15; uncollected amounts are subsequently added to the county delinquent tax

**TOWNSHIP OF MANCERLONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2005**

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-Wide Financial Statements (CONTINUED) .

rolls. A county revolving fund normally pays the balance of the Township's tax levy by May 31 of each year. In accordance with GASB 33 "Accounting and Financial Reporting for Nonexchange Transactions", the Township records the property tax revenue when it becomes an enforceable legal claim for the Township. Therefore, all taxes levied on December 31, 2004, are recorded as revenue in the current year. The Township's taxable value for the 2004 tax year totaled \$88,320,109.

The tax rates for the year ended March 31, 2005, were as follows:

PURPOSE	RATE/ASSESSED VALUATION
General	0.9582 mills per \$1000
Fire	2.0000 mills special assessment
	0.5000 mills per \$1000 (voted)
Roads	0.9775 mills per \$1000 (voted)
Ambulance	0.4887 mills per \$1000 (voted)

BUDGET

Public Act 621 of 1978 as amended provides that a local unit shall not incur expenditures in excess of the amount appropriated. In the body of the financial statements, the Township's actual expenditures and budgeted expenditures for the budgetary funds have been shown on a functional and activity basis. The approved budgets of the Township for these budgetary funds were adopted on an activity level. Budgets as adopted end on March 31, of each year. There are no carryover budget items. During the year ended March 31, 2005, no over-expenditures were noted.

CAPITAL ASSETS AND DEPRECIATION

The Township's property, plant, and equipment, with useful lives of more than one year are stated at historical cost and comprehensively reported in the government-wide financial statements. Donated assets are stated at fair value on the date donated. The Township generally capitalized assets with historical cost of \$1,000 or more as purchase and construction outlays occur.

**TOWNSHIP OF MANCERLONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2005**

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

CAPTIAL ASSETS (CONTINUED)

The costs of normal maintenance and repairs that do not add to the asset value or materially extend useful lives are not capitalized. Capital assets are depreciated using the straight-line method. When capital assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts and the resulting gain or loss is recorded in operations.

Estimated useful lives, in years, for depreciable assets are as follows:

Buildings	25-50
Improvements, other than buildings	10-20
Machinery and equipment	5-10
Vehicles	5-10
Infrastructure	20-40

Land, construction in progress, and library books and periodicals are not depreciated.

With respect to asset improvements, costs over \$1000 should be capitalized if:

1. The estimated life of an asset is extended by more than 25%, or
2. The cost results in an increase in the capacity of the asset, or
3. The efficiency of the asset is increased y more than 10%, or
4. Significantly changes the character of the asset, or
5. In the case of streets and roads, if the work done impacts the "base" structure.
6. Other wise, the cost should be expensed as repair and maintenance.

For information describing capital assets, see Note E.

**LONG-TERM DEBT, DEFERRED DEBT EXPENSE, AND BOND
DISCOUNTS/PREMIUMS**

In government-wide financial statements, outstanding debt is reported as liabilities. Bond issuance costs, bonds discount or premiums, and the difference

**TOWNSHIP OF MANCERLONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2005**

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

between the reacquisition price and the net carrying value of refunded debt are capitalized and amortized over the terms of the respective bonds using a method that approximates the effect of interest method.

The governmental fund financial statements recognize the proceeds of debt and premiums as other financing sources of the current period. Issuance costs are reported as expenditures.

USE OF ESTIMATES

The financial statements have been prepared in conformity with generally accepted accounting principles as applicable to governments and, as such, include amounts based on informed estimates and judgments of management with consideration given to materiality. Actual results could differ from those estimates.

NOTE C: CASH AND INVESTMENTS

Cash consists of bank accounts or securities with original maturities of 90 days or less.

All **cash deposits** are maintained in financial institutions in Northern Michigan. The Township's deposits are categorized to give the indication of the level of risk assumed by the Township at fiscal year-end. The categories are described as follows:

Category 1 – Insured or collateralized with securities held by the Township or by its agent in the Township's name.

Category 2 – Collateralized with securities held by the pledging financial institution's trust department or agent in the Township's name.

Category 3 – Uninsured and Uncollateralized.

	BANK BALANCE	1	CATEGORY 2	3	CARRYING AMOUNT
Major Funds	\$ 745,401	\$ 214,267	\$ -	\$ 531,134	\$ 728,195
Non-Major Funds	87,114	-	-	87,114	87,114
Total	<u>\$ 832,515</u>	<u>\$ 214,267</u>	<u>\$ -</u>	<u>\$ 618,248</u>	<u>\$ 815,309</u>
Trust & Agency	<u>\$ 243,448</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 243,448</u>	<u>\$ 243,328</u>

**TOWNSHIP OF MANCERLONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2005**

NOTE C: CASH AND INVESTMENTS (CONTINUED)

The Governmental Accounting Standards Board Statement No. 3 risk disclosures for the Township's **investments** are as follows:

- (1) Insured or securities held by the Township or the Township's agent in the Township's name.
- (2) Uninsured with securities held by the counter party's trust department or its agent in the Township's name.
- (3) Uninsured with securities held by the counter party's trust department or agent but not in the Township's name.

	1	CATEGORY 2	3	CARRYING AMOUNT
Major Funds	\$ -	\$ 149,248	\$ -	\$ 149,248
Non Major Funds	-	20,223	-	20,223
	<u>\$ -</u>	<u>\$ 169,471</u>	<u>-</u>	<u>\$ 169,471</u>

NOTE D: DUE FROM/TO OTHER FUNDS

Due From/To Other Funds represents \$80,570 collected in the current tax collection fund that had not been distributed at March 31, 2005, to various funds as follows:

General Fund	\$ 31,275
Fire Fund	30,512
Road Fund	16,636
	<u>\$ 78,423</u>

TOWNSHIP OF MANCERONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2005

NOTE E: CAPITAL ASSETS

	<u>CAPITAL ASSETS NOT DEPRECIATED</u>		<u>CAPITAL ASSETS DEPRECIATED</u>			
	<u>Land & Improv.</u>	<u>Library Books & Periodicals</u>	<u>Buildings</u>	<u>Data Handling Equipment</u>	<u>Vehicles and Equipment</u>	<u>Totals</u>
<i>Governmental Activities</i>						
<i>Capital Assets</i>						
Balance, April 1, 2004	\$ 38,004	\$ 50,000	\$ 633,410	\$ 20,000	\$ 892,168	\$1,633,582
Increases	-	-	-	-	345,073	345,073
Decreases	-	-	-	-	-	-
Balance, March 31, 2005	<u>38,004</u>	<u>50,000</u>	<u>633,410</u>	<u>20,000</u>	<u>1,237,241</u>	<u>1,978,655</u>
<i>Accumulated Depreciation</i>						
Balance, April 1, 2004	-	-	226,694	8,571	420,536	655,801
Increases	-	-	13,789	2,857	82,901	99,547
Decreases	-	-	-	-	-	-
Balance, March 31, 2005	<u>-</u>	<u>-</u>	<u>240,483</u>	<u>11,428</u>	<u>503,437</u>	<u>755,348</u>
<i>Capital Assets, Net</i>	<u>\$ 38,004</u>	<u>\$ 50,000</u>	<u>\$ 392,927</u>	<u>\$ 8,572</u>	<u>\$ 733,804</u>	<u>\$1,223,307</u>

Depreciation expense was charged to functions of the Township as follows:

Governmental Activities

Township Administration	\$ 7,357
Buildings and Grounds	11,683
Fire	80,507
Total	<u>\$ 99,547</u>

NOTE F: LONG-TERM DEBT

As of March 31, 2005, the Township had one note payable (\$114,727) outstanding with a local bank for the purchase of a fire truck. The original amount borrowed was \$180,501. The Township's intention is to pay off the note in the next fiscal year. Interest cost during the year was \$1,226, at a rate of 4%.

NOTE G: RESERVED FUND BALANCE

The Township has reserved fund balance in the amount of \$66,422 related to perpetual care in the Cemetery Fund (a non-major fund).

**TOWNSHIP OF MANCERONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2005**

NOTE H: RETIREMENT PLAN

The Township has a defined contribution pension plan for its employees. Listed below is a summary of the significant plan provisions adopted by Board resolution in February 1969, and as amended in April, 1996.

A. Eligibility Requirements

1. Attained age of 18 and not more than 75.
2. No minimum, service requirement.
3. All employees except volunteer fire fighters and seasonal employees.

B. Contributions

Schedule contributions are based on participant's compensation: 75% funded by the Township, 25% by the employee. A total of seven percent (7%) of employee compensation is contributed.

C. Vesting

1. Contributions are vested to the employee immediately upon entering the plan.

D. Plan Administration

1. The plan is administered by the Township Clerk.

During the year of audit, the total employer contributions for the year, was \$6,526. Covered payroll for the year was \$124,305. The plan was funded at the required contribution amount. No pension provision changes occurred during the year that affected the required contributions to be made by the Township or its employees.

NOTE I: CONTINGENCIES

INSURANCE

The Township is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; error and omission; injuries to employees; and natural disasters.

**TOWNSHIP OF MANCERONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2005**

NOTE I: CONTINGENCIES (CONTINUED)

The Township participates in the Michigan Township Participating plan, a self insured group. The pool is considered a public entity risk pool. The Township pay annual premiums to the pool for the respective insurance coverage. In the event a pool's total claims and expenses for a policy year exceed the total normal annual premiums for said years, all members of the pool's policy year may be subject to special assessment to make up the deficiency. The pool maintains reinsurance for claims for each occurrence with the overall maximum coverage varying depending on the specific type of coverage of insurance. The Township has not been informed of any special assessment being required. There were no significant changes in coverage.

TOWNSHIP OF MANCERLONA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED MARCH 31, 2005

	ORIGINAL BUDGET	FINAL AMENDED BUDGET	ACTUAL	VARIANCE FROM FINAL AMENDED BUDGET
REVENUES				
Property Taxes	\$ 120,550	\$ 120,550	\$ 129,795	\$ 9,245
State Grants:				
State Shared; Sales Income	185,000	185,000	180,552	(4,448)
Swamp Tax	11,800	11,800	11,820	20
METRO Funds	-	-	8,266	8,266
Charges for Services:				
Property Tax Administration	26,000	26,000	31,001	5,001
Reimbursements	-	-	-	-
Summer Tax Reimbursement	25,657	25,657	25,826	169
Oil/Gas Lease - Airport	9,000	9,000	15,683	6,683
Interest - Dividends	7,000	7,000	9,696	2,696
Miscellaneous	7,000	7,000	6,766	(234)
Total Sales Revenue	392,007	392,007	419,405	27,398
EXPENDITURES				
GENERAL GOVERNMENT				
Township Board:				
Salaries - Trustees	3,090	3,090	3,090	-
FICA	240	240	236	4
Insurance	17,753	17,753	19,748	(1,995)
Spring Clean Up	10,000	10,000	6,544	3,456
Legal	7,000	7,000	6,161	839
Audit	6,000	6,550	6,550	-
Dues and Subscriptions	2,000	2,000	1,710	290
Printing	1,800	1,800	1,260	540
Street Lights	6,000	6,000	5,348	652
Copier Lease	2,175	2,175	2,156	19
Travel/Meals	2,000	2,000	272	1,728
Contingency Fund	16,000	13,700	4,636	9,064
Capital Outlay	4,000	4,000	2,964	1,036
Miscellaneous	5,100	3,850	1,796	2,054
Total Township Board	83,158	80,158	62,471	17,687
Supervisor:				
Salary	5,677	5,677	5,677	-
Fringes	435	435	434	1
Education	500	500	-	500
Mileage	150	150	58	92
Total Supervisor	6,762	6,762	6,169	593

TOWNSHIP OF MANCERLONA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED MARCH 31, 2005

	ORIGINAL BUDGET	FINAL AMENDED BUDGET	ACTUAL	VARIANCE FROM FINAL AMENDED BUDGET
Election:				
Salaries	2,600	2,932	2,932	-
Supplies	700	476	466	10
Machine Maintenance	500	500	-	500
Travel	500	393	292	101
Miscellaneous	400	400	26	374
Total Election	4,700	4,701	3,716	985
Treasurer:				
Salary - Treasurer	22,880	22,880	22,880	-
Salaries - Deputy and Clerical	11,975	11,975	12,019	(44)
Fringes	2,680	2,680	2,677	3
Capital Outlay	1,000	1,000	655	345
Miscellaneous	500	500	84	416
Total Treasurer	39,035	39,035	38,315	720
Assessor:				
Contractual	35,700	35,700	35,758	(58)
Misc	200	200	40	160
Total Assessor	35,900	35,900	35,798	102
Board of Review:				
Salaries	900	900	720	180
FICA	70	70	55	15
Education	200	220	220	-
Travel	250	250	168	82
Miscellaneous	200	180	25	155
Total Board of Review	1,620	1,620	1,188	432
Clerk:				
Salary - Clerk	16,000	16,000	16,000	-
Clerical Wages	1,061	1,061	1,061	-
Fringes	1,306	1,306	1,394	(88)
Education	500	500	380	120
Travel	1,000	1,000	719	281
Miscellaneous	300	300	-	300
Total Clerk	20,167	20,167	19,554	613

TOWNSHIP OF MANCERLONA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED MARCH 31, 2005

	ORIGINAL BUDGET	FINAL AMENDED BUDGET	ACTUAL	VARIANCE FROM FINAL AMENDED BUDGET
Township Hall:				
Wages	26,670	26,670	26,463	207
FICA	2,041	2,041	1,935	106
Building Maintenance/Supplies	11,000	11,000	4,548	6,452
Utilities	8,400	8,400	5,799	2,601
Capital Outlay	2,000	2,000	-	2,000
Miscellaneous	300	300	80	220
Total Township Hall	50,411	50,411	38,825	11,586
General Administration Costs:				
Twp. Computer Services	20,000	20,000	10,617	9,383
Township Postage	10,000	10,000	8,005	1,995
Health Insurance	32,500	32,500	20,991	11,509
Pension	12,000	12,000	6,526	5,474
Life, Dental, Optical Insurance	3,070	3,070	1,953	1,117
Total Gen. Administration Costs	77,570	77,570	48,092	29,478
Airport:				
Insurance	-	-	-	-
Repairs/Utilities	600	600	84	516
Dues and Subs	150	150	-	150
Total Airport	750	750	84	666
TOTAL GENERAL GOVERNMENT	320,073	317,074	254,212	62,862

TOWNSHIP OF MANCERONA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED MARCH 31, 2005

	ORIGINAL BUDGET	FINAL AMENDED BUDGET	ACTUAL	VARIANCE FROM FINAL AMENDED BUDGET
PUBLIC SAFETY				
Ambulance Services	46,000	46,000	42,281	3,719
OTHER FINANCING SOURCES (USES)				
Interfund Transfers	-	-	(26,376)	(26,376)
TOTAL EXPENDITURES AND TRANSFERS	366,073	363,074	322,869	40,205
Excess (Deficiency) of Revenues over Expenditures and Other Uses	25,934	28,933	96,536	67,603
Fund Balance - Beginning of Year	452,798	452,798	452,798	-
Fund Balance - End of Year	<u>\$ 478,732</u>	<u>\$ 481,731</u>	<u>\$ 549,334</u>	<u>\$ 67,603</u>

TOWNSHIP OF MANCERLONA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FIRE FUND
YEAR ENDED MARCH 31, 2005

	ORIGINAL BUDGET	FINAL AMENDED BUDGET	ACTUAL	VARIANCE FROM FINAL AMENDED BUDGET
REVENUES				
Property Taxes	\$ 139,600	\$ 139,600	\$ 191,761	\$ 52,161
Fee from Custer Township	92,000	92,000	104,910	12,910
Interest	1,000	1,000	2,264	1,264
Insurance Proceeds	100	100	1,200	1,100
Miscellaneous	2,000	2,000	987	(1,013)
Total Revenues	234,700	234,700	301,122	66,422
EXPENDITURES				
Wages	45,020	45,020	50,186	(5,166)
FICA	3,450	3,450	3,839	(389)
Repairs and Maintenance	23,000	23,000	21,069	1,931
Insurance	21,374	21,374	24,333	(2,959)
Supplies	12,550	12,550	14,112	(1,562)
Utilities	12,180	12,180	10,603	1,577
Education Outside	10,000	10,000	8,033	1,967
Gas and Oil	3,000	3,000	3,897	(897)
Community Service	3,000	3,000	1,391	1,609
Snow Removal	2,146	2,146	1,800	346
Physicals	2,000	2,000	1,548	452
Professional Fees	1,200	1,200	1,151	49
Travel & Lodging	3,000	3,000	4,160	(1,160)
Dues and Subs	400	400	425	(25)
Printing	200	200	616	(416)
Capital Outlay	400,991	400,991	363,344	37,647
Debt Service	67,000	67,000	67,000	-
Miscellaneous	1,000	1,000	(351)	1,351
Total Expenditures	611,511	611,511	577,156	34,355
Excess (Deficiency) of Revenues Over Expenditures	(376,811)	(376,811)	(276,034)	100,777
OTHER FINANCING SOURCES				
Loan Proceeds	180,501	180,501	180,501	-
Excess (Deficiency) of Revenues and Other Sources over Expenditures	(196,310)	(196,310)	(95,533)	100,777
Fund Balance - Beginning of Year	411,697	411,697	411,697	-
Fund Balance - End of Year	\$ 215,387	\$ 215,387	\$ 316,164	\$ 100,777

TOWNSHIP OF MANCERONA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
ROAD FUND
YEAR ENDED MARCH 31, 2005

	ORIGINAL BUDGET	FINAL AMENDED BUDGET	ACTUAL	VARIANCE FROM FINAL AMENDED BUDGET
REVENUES				
Property Taxes	81,400	81,400	84,597	(3,197)
Total Revenues	81,400	81,400	84,597	(3,197)
EXPENDITURES				
Road Construction	89,107	89,000	31,461	57,539
Total Expenditures	89,107	89,000	31,461	57,539
Excess (Deficiency) of Revenues Over Expenditures	(7,707)	(7,600)	53,136	60,736
Fund Balance - Beginning of Year	89,796	89,796	89,796	-
Fund Balance - End of Year	82,089	82,196	142,932	60,736

**TOWNSHIP OF MANCERONA
COMBINED BALANCE SHEET
NON MAJOR FUNDS
MARCH 31, 2005**

	<u>CEMETERY</u>	<u>LIBRARY</u>	<u>LIQUOR</u>	<u>WETZEL LAKE</u>	<u>TOTAL</u>
ASSETS					
Cash	\$ 86,488	\$ -	\$ 626	\$ -	\$ 87,114
Certificate of Deposit	20,223	-	-	-	20,223
Total Assets	<u>106,711</u>	<u>-</u>	<u>626</u>	<u>-</u>	<u>107,337</u>
LIABILITIES AND FUND EQUITY					
Liabilities					
Accounts Payable	-	-	-	-	-
Fund Equity					
Fund balance:					
Undesignated, Unreserved	40,289	-	626	-	40,915
Reserved	66,422	-	-	-	66,422
Total Fund balance	<u>106,711</u>	<u>-</u>	<u>626</u>	<u>-</u>	<u>107,337</u>
Total Liabilities and Fund Equity	<u>\$ 106,711</u>	<u>\$ -</u>	<u>\$ 626</u>	<u>\$ -</u>	<u>\$ 107,337</u>

TOWNSHIP OF MANCERLONA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NON MAJOR FUNDS
FOR THE YEAR ENDED MARCH 31, 2005

	<u>CEMETERY</u>	<u>LIBRARY</u>	<u>LIQUOR</u>	<u>WETZEL LAKE</u>	<u>TOTAL</u>
REVENUES:					
Grave Openings	\$ 12,051	\$ -	\$ -	\$ -	\$ 12,051
Royalties	2,582	-	-	-	2,582
Lot Sales - Perpetual Care	2,625	-	-	-	2,625
Lot Sales	2,775	-	-	-	2,775
Yearly Maintenance Fee	500	-	-	-	500
Interest - Perpetual	915	-	-	-	915
State Aid	-	5,135	930	-	6,065
Penal Fines	-	19,396	-	-	19,396
Donations	-	3,372	-	-	3,372
Liquor License	-	-	1,540	-	1,540
Misc	16	1,234	-	-	1,250
Total Revenues	<u>21,464</u>	<u>29,137</u>	<u>2,470</u>	<u>-</u>	<u>53,071</u>
EXPENDITURES:					
Wages	22,343	21,309	2,575	-	46,227
Fica	1,709	1,630	197	-	3,536
Books	-	7,840	-	-	7,840
Cemetery Costs	6,383	-	-	-	6,383
Library Costs	-	13,734	-	-	13,734
Liquor Law Costs	-	-	1,263	-	1,263
Total Expenditures	<u>30,435</u>	<u>44,513</u>	<u>4,035</u>	<u>-</u>	<u>78,983</u>
Excess (Deficiency) of Revenues over Expenditures	(8,971)	(15,376)	(1,565)	-	(25,912)
TRANSFERS IN (OUT)	<u>11,000</u>	<u>15,376</u>	<u>-</u>	<u>(824)</u>	<u>25,552</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	2,029	-	(1,565)	(824)	(360)
Fund Balance - Beginning of Year	104,682	-	2,191	824	107,697
Fund Balance - End of Year	<u>\$ 106,711</u>	<u>\$ -</u>	<u>\$ 626</u>	<u>\$ -</u>	<u>\$ 107,337</u>